

**AMENDMENT TO RULES COMMITTEE PRINT 116-  
57**

**OFFERED BY MR. GONZALEZ OF OHIO**

Page 1115, after line 5, insert the following:

1       **Subtitle F—Accountability for**  
2       **World Bank Loans to China**

3       **SEC. 1771. SHORT TITLE.**

4       This subtitle may be cited as the “Accountability for  
5       World Bank Loans to China Act of 2019”.

6       **SEC. 1772. FINDINGS.**

7       The Congress finds as follows:

8           (1) Possessing more than \$3,000,000,000,000  
9       in foreign exchange reserves, the People’s Republic  
10      of China has devoted state resources to establish the  
11      Asian Infrastructure Investment Bank, the New De-  
12      velopment Bank, and activities under the Belt and  
13      Road Initiative, potentially creating rivals to the  
14      multilateral development banks led by the United  
15      States and its allies.

16          (2) The International Bank for Reconstruction  
17      and Development (IBRD), the World Bank’s pri-  
18      mary financing institution for middle-income coun-  
19      tries, ceases to finance (“graduates”) countries that

1 are able to sustain long-term development without  
2 recourse to Bank resources.

3 (3) The IBRD examines a country's potential  
4 graduation when the country reaches the Graduation  
5 Discussion Income (GDI), which amounts to a Gross  
6 National Income (GNI) per capita of \$6,975.

7 (4) The World Bank calculates China's GNI  
8 per capita as equivalent to \$9,470.

9 (5) According to the Center for Global Develop-  
10 ment, China has received \$7,800,000,000 in IBRD  
11 commitments since crossing the GDI threshold in  
12 2016.

13 **SEC. 1773. UNITED STATES SUPPORT FOR GRADUATION OF**  
14 **CHINA FROM WORLD BANK ASSISTANCE.**

15 (a) IN GENERAL.—The United States Governor of  
16 the International Bank for Reconstruction and Develop-  
17 ment (IBRD) shall instruct the United States Executive  
18 Director at the IBRD that it is the policy of the United  
19 States to pursue the expeditious graduation of the Peo-  
20 ple's Republic of China from assistance by the IBRD, con-  
21 sistent with the lending eligibility criteria of the IBRD.

22 (b) SUNSET.—Subsection (a) shall have no force or  
23 effect on or after the earlier of—

24 (1) the date that is 7 years after the date of the  
25 enactment of this Act; or

1           (2) the date that the Secretary of the Treasury  
2       reports to the Committee on Financial Services of  
3       the House of Representatives and the Committee on  
4       Foreign Relations of the Senate that termination of  
5       subsection (a) is important to the national interest  
6       of the United States, with a detailed explanation of  
7       the reasons therefor.

8   **SEC. 1774. ACCOUNTABILITY FOR WORLD BANK LOANS TO**  
9                           **THE PEOPLE'S REPUBLIC OF CHINA.**

10       (a) IN GENERAL.—Before contributing on behalf of  
11   the United States to the nineteenth replenishment of the  
12   resources of the International Development Association (in  
13   this section referred to as the “Association”), the United  
14   States Governor of the Association, shall submit the report  
15   described in subsection (b) to the Committee on Financial  
16   Services of the House of Representatives and the Com-  
17   mittee on Foreign Relations of the Senate.

18       (b) REPORT DESCRIBED.—The report described in  
19   this subsection shall include the following:

20           (1) A detailed description of the efforts of the  
21   United States Governor of the Association and the  
22   United States Governor of the International Bank  
23   for Reconstruction and Development (in this section  
24   referred to as the “IBRD”) to enforce the timely  
25   graduation of countries from the International De-

1       velopment Association and the IBRD, with a par-  
2       ticular focus on the efforts with regard to the Peo-  
3       ple's Republic of China.

4           (2) If the People's Republic of China is a mem-  
5       ber country of the IBRD, an explanation of any eco-  
6       nomic or political factors that have prevented the  
7       graduation of the People's Republic of China from  
8       the IBRD.

9           (3) A discussion of any effects resulting from  
10      fungibility and IBRD lending to China, including  
11      the potential for IBRD lending to allow for funding  
12      by the government of the People's Republic of China  
13      of activities that may be inconsistent with the na-  
14      tional interest of the United States.

15          (4) An action plan to help ensure that the Peo-  
16      ple's Republic of China graduates from the IBRD  
17      within 2 years after submission of the report, con-  
18      sistent with the lending eligibility criteria of the  
19      IBRD.

20      (c) WAIVER OF REQUIREMENT THAT REPORT IN-  
21      CLUDE ACTION PLAN.—The Secretary of the Treasury  
22      may waive the requirement of subsection (b)(4) on report-  
23      ing to the Committee on Financial Services of the House  
24      of Representatives and the Committee on Foreign Rela-  
25      tions of the Senate that the waiver is important to the

1 national interest of the United States, with a detailed ex-  
2 planation of the reasons therefor.

3 **SEC. 1775. ENSURING DEBT TRANSPARENCY WITH RE-**  
4 **SPECT TO THE BELT AND ROAD INITIATIVE.**

5 Within 180 days after the date of the enactment of  
6 this Act, the Secretary of the Treasury shall, in consulta-  
7 tion with the Secretary of State, submit to the Committee  
8 on Financial Services and the Committee on Foreign Af-  
9 fairs of the House of Representatives and the Committee  
10 on Foreign Relations of the Senate a report (which should  
11 be submitted in unclassified form but may include a classi-  
12 fied annex) that includes the following:

13 (1) An assessment of the level of indebtedness  
14 of countries receiving assistance through the Belt  
15 and Road Initiative that are also beneficiary coun-  
16 tries of the international financial institutions, in-  
17 cluding the level and nature of indebtedness to the  
18 People's Republic of China or an entity owned or  
19 controlled by the government of the People's Repub-  
20 lic of China.

21 (2) An analysis of debt management assistance  
22 provided by the World Bank, the International Mon-  
23 etary Fund, and the Office of Technical Assistance  
24 of the Department of the Treasury to borrowing  
25 countries of the Belt and Road Initiative of the Peo-

1        ple's Republic of China (or any comparable initiative  
2        or successor initiative of China).

3            (3) An assessment of the effectiveness of  
4        United States efforts, including bilateral efforts and  
5        multilateral efforts, at the World Bank, the Inter-  
6        national Monetary Fund, other international finan-  
7        cial institutions and international organizations to  
8        promote debt transparency.

